

**FORM 51-102F3  
MATERIAL CHANGE REPORT  
UNDER NATIONAL INSTRUMENT 51-102**

**Item 1. Name and Address of Company**

NextSource Materials Inc. (“**NextSource**” or the “**Company**”)  
130 King Street West, Exchange Tower Suite 1940  
Toronto, Ontario, M5X 2A2  
Canada

**Item 2. Date of Material Change**

May 20, 2021

**Item 3. News Release**

A news release was issued by the Company on May 18, 2021, through the facilities of Issuer Direct and was subsequently filed on SEDAR.

**Item 4. Summary of Material Change**

NextSource announced a consolidation (reverse stock split) of its Common Shares on the basis of one (1) new Common Share for every ten (10) Common Shares (the “Exchange Ratio”), which will become effective on May 20, 2021.

**Item 5. Full Description of Material Change**

On May 18, 2021, NextSource announced that pursuant to the investment agreement with Vision Blue Resources Limited, the Company will be implementing a consolidation (reverse stock split) of its Common Shares (the “Share Consolidation”) on the basis of one (1) new Common Share for every ten (10) Common Shares (the “Exchange Ratio”).

The Exchange Ratio was determined by the Company's Board of Directors in accordance with the share consolidation resolution that was approved by shareholders at the Company's Annual and Special Meeting of Shareholders held on December 29, 2020 (the “AGM Meeting”). At the AGM Meeting, the Company's shareholders approved by a majority of 90.3% a share consolidation of the Company's outstanding common shares in a ratio of between one-for-five and one-for-ten, at any time prior to the one-year anniversary of the AGM Meeting, without further shareholder approval and to be completed at the Board's sole discretion.

The Share Consolidation became effective on May 20, 2021, and the common shares are expected to begin trading on the TSX Exchange and the OCTQB Venture Market on a post-consolidation basis at the open of markets on May 25, 2021.

**Item 6. Reliance on subsection 7.1(2) of National Instrument 51-102**

Not applicable.

**Item 7. Omitted Information**

Not applicable.

**Item 8. Executive Officer**

Marc Johnson  
Chief Financial Officer  
(416) 364-4911

**Item 9. Date of Report**

October 19, 2021.